

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7628

BILL NUMBER: HB 1582

DATE PREPARED: Jan 8, 2001

BILL AMENDED:

SUBJECT: Local Prohibition of Sale of Alcoholic Beverages.

FISCAL ANALYST: John Parkey

PHONE NUMBER: 232-9854

FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
☐ **FEDERAL**

IMPACT: State & Local

Summary of Legislation: This bill allows a local public question to be placed on the ballot concerning whether a township board shall adopt a resolution prohibiting the Indiana Alcoholic Beverage Commission from:

- (1) issuing new Indiana alcoholic beverage permits to premises within the township; or
- (2) transferring alcoholic beverage permits from premises located outside the township to premises located within the township.

The bill provides that the resolution does not affect an alcoholic beverage permit issued to premises within the township before the date the resolution was adopted. The bill requires the Indiana Alcoholic Beverage Commission to suspend processing an application for a new permit for or transfer of a permit to premises located within the township if the Commission receives notice that a local public question has been certified. The bill requires the township board to adopt an ordinance prohibiting the Commission from issuing a new permit or transferring an existing permit to a premises located in the township if a majority of the registered voters voting in the election vote in favor of the local public question.

Effective Date: July 1, 2001.

Explanation of State Expenditures: Certain provisions in this bill may have a minimal administrative impact on the Alcoholic Beverage Commission. Any impact is expected to be absorbed using existing staff and resources.

Explanation of State Revenues: To the extent that this bill could reduce the number of new alcoholic beverage permits issued in certain townships, the bill could cause the state to receive less revenue than it would have received under current law. Any such impact is expected to be minimal. Depending on the type of permit issued, revenue from the sale of alcoholic beverage permits is deposited in the Excise Fund, the State General Fund, and the Enforcement and Administration Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues: Fee revenue from a number of alcoholic beverage permits is deposited into the Excise Fund. Two-thirds of the permit revenue deposited in the Excise Fund is distributed to cities, towns, and counties based on where a permittee is located and one-third is distributed in the State General Fund. To the extent that this bill could limit the issuance of new permits in townships, local entities may receive less income than then they would have under current law.

State Agencies Affected: Alcoholic Beverage Commission.

Local Agencies Affected: Townships.

Information Sources: